



# INTERNATIONAL EGG AND POULTRY REVIEW

ISSN 1522-5100



U. S. Department of Agriculture

Agricultural Marketing Service

Poultry Programs

Market News Branch and Analysis

## Russia

Over the past few years Russia's broiler industry has rebounded from the poor production levels in the mid to late '90s and is expected to reach 1990 levels in 2007. Russian broiler production all but collapsed in the mid 90's and struggled with tight grain supplies in the late 90's. At a seminar in 1996 on the crisis in broiler production, discussions covered the many poultry factories that were bankrupt or had stopped business altogether, the bad quality poultry feed, the low genetic potential of Russian poultry breeds and the disintegrated system.

Russia invested heavily in the poultry industry and built efficient western-style production facilities. Daily weight gain doubled from 22 to 44 grams, feed conversion reached 1.95, and total meat and poultry production increased by 4.6 percent in 2006 over 2005. Poultry production totaled an estimated 1.55 million metric tons in 2006 and is forecast to reach 1.8 million in 2007. About 13 percent of the total broiler production increase was due to the increase in broiler weight gain from 43 grams in 2005 up to 44.5 grams in 2006.

### Poultry meat production (thousands of MT)

<u>Year</u>	<u>Annual Production</u>	<u>Year</u>	<u>Annual Production</u>
1990	1,800	2000	766
1991	1,751	2001	680
1992	1,428	2002	953
1993	1,277	2003	1,044
1994	1,142	2004	675
1995	850	2005	1,380
1996	602	2006 est.	1,550
1997	630	2007	1,800
1998	690	2008	2,000
1999	640		

Source: Russian Union of Poultry Producers

Broiler production accounts for 87 percent of the total poultry meat production, spent hens 11 percent, turkey 1 percent, goose .8 percent and duck .2 percent. The calculated average profitability of broiler production was 13-15 percent in 2006, 8 percent lower than in 2005. The decline is due to the increase in production costs combined with lower wholesale prices. Processing poultry meats and eggs increased profits by 15 percent.

### Share of Poultry Meat in Total Meat and Poultry Production, %

	<u>2006</u>	<u>1990</u>
Poultry	30	18
Beef	33	43
Pork	32	34
Sheep	3	4

Source: The Federal Statistic Service

Food processing, baking and confectionary industries use 100,000 MT of liquid eggs, including 72,000 MT of mélange and 28,000 MT of liquid egg protein. Currently the domestic industry can only offer 12,000 MT of mélange and 1,700 MT of liquid egg protein.

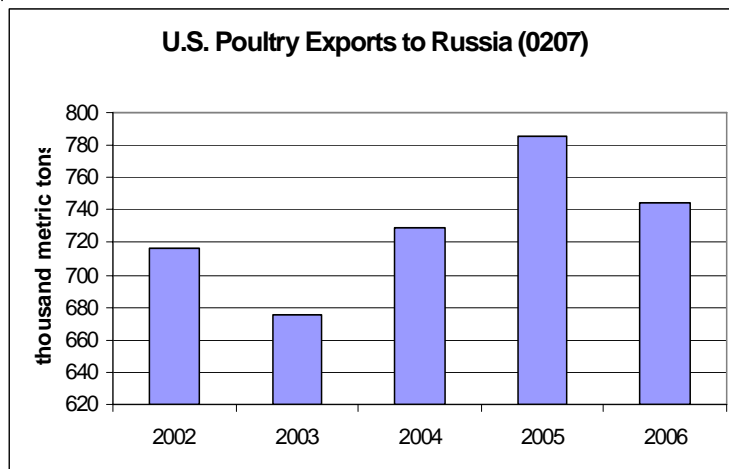
## Quantity of Global Russian Poultry Imports January through September 2004, 2005, 2006 (in metric tons)

<u>HS</u>	<u>Description</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
02	MEAT	1,687,563	2,145,402	2,195,673
0207	PLTRY MEAT,OFFAL	748,815	937,690	933,942

020714	CHCK CUT+ED OFL,FRZ	606,220	790,728	816,075
020727	TRKY CUT+ED OFL,FRZ	56,718	49,972	63,163
020712	CHICKEN,WHOLE,FROZN	73,778	74,605	53,826
020726	TRKY CUT+ED OFL F/C	11,456	21,684	333

Source: World Trade Atlas

According to Russia's Foreign Trade Statistics, Russia imported 1,273.7 thousand metric tons of poultry (H.S. 0207) in 2006 valued at \$921.3 million compared to 1,318.3 thousand MT valued at \$847.6 million in 2005. January 2007 imports totaled 67.1 thousand metric tons valued at \$50.7 million compared to 52.3 thousand metric tons valued at \$32.3 million in January 2006.



Source: USDA/FAS, Department of Commerce Foreign Trade Statistics, Russia Customs

## Japan: Powdered Egg Imports

<u>2005</u>	<u>Powdered Whole Eggs</u>	<u>Powdered Yolks</u>	<u>Powdered Albumen</u>
October	564.9	215.4	1,049.2
November	357.4	188.4	969.7
December	505.4	1,41.5	717.7
Year To-Date	5,152.1	2,30.8	10,486.3

<u>2006</u>			
October	361.7	196.9	1,035.5
November	271.1	175.5	989.0
December	449.7	267.7	876.4
Year To-Date	4,301.5	2,471.0	9,392.1

Source: ALIC Monthly Statistics

**INSPECTED EGG PRODUCTS-****U.S. & CANADA IMPORT/EXPORT TRADE****U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Week Ending March 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	241	156	1,338	2,087
Frozen	0	0	5	40
Dried	0	26	168	146
Total	241	182	1,511	2,273

**U.S. Imports From Canada, in Pounds (000) (Preliminary)**

Week Ending March 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	567	97	3,698	638
Frozen	2	12	113	201
Dried	40	0	156	41
Total	609	109	3,967	880

**Inspected Shell Eggs****U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Week Ending March 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Jumbo	0	0	0	150
Extra Large	1,089	2,070	3,639	12,480
Large	5,190	2,050	12,481	15,155
Medium	3,300	2,070	7,715	14,975
Ungraded	4,500	4,560	10,380	8,510
Misc	0	0	85	810
Total	14,079	10,750	34,300	52,080

1/ Comparable Week, to-date figures may not total due to rounding.

2/ Includes revisions to previous week(s).

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

Source: USDA/AMS Poultry Programs, Market News &amp; Analysis Branch.

**CENTRAL REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE CENTRAL REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

March 23, 2007				
CHICKEN WITH SKIN ADDED				
--- PRICES ---			---- VOLUME ----	
FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	20.00	16.00	122,400	-
WTD AVERAGE	20.00	16.00		
15-20%				
RANGE	15.00-19.00	11.25-16.00	3,101,000	1,591,200
WTD AVERAGE	16.33	13.34		
20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

\* INCLUDES THE STATES of AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**U.S./CANADIAN LIVE POULTRY SLAUGHTERED UNDER INSPECTION**

W/E 17-Mar-07 (PRELIMINARY)

**U.S. Fowl Slaughtered Domestically**

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	1,223	1,220	2,443
Last Week	1,182	1,356	2,538
Same week yr ago	1,001	1,441	2,442
To-date/2007	12,225	14,943	27,168
To-date/2006	13,515	15,657	29,172

**U.S. Fowl Slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	293	0	293
Last Week	165	0	165
Same week yr ago	249	0	249
To-date/2007	2,366	14	2,380
To-date/2006	2,868	7	2,875

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

**Total U.S. Fowl slaughtered in the U.S. and Canada**

	Light Hens	Heavy Hens	Total Hens
	-----Thousands-----		
Head	1,516	1,220	2,736
Last Week	1,347	1,356	2,703
Same week yr ago	1,250	1,441	2,691
To-date/2007	14,591	14,957	29,548
To-date/2006	16,383	15,664	32,047

Source: USDA/AMS Poultry Programs, Market News &amp; Analysis Branch

**EASTERN REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE EASTERN REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

March 23, 2007				
CHICKEN WITH SKIN ADDED				
--- PRICES ---				
FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	16.50	16.00-17.00	530,500	248,400
WTD AVERAGE	16.50	16.50		
15-20%				
RANGE	16.00-21.00	11.00-16.00	1,752,800	992,800
WTD AVERAGE	17.13	13.42		
20% OR MORE				
RANGE	-	14.00	40,000	-
WTD AVERAGE		14.00		

\* INCLUDES THE STATES of CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS** INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 23 MARCH, 2007.

The market tone on white meat was steady to firm with tom breast meat and destrapped tenderloins strongest. Some industry members surprised on the lack of upward movement on wing meat with skin when compared to the other white meats. Demand moderate to good. Offerings short to instances adequate and held with confidence. The market tone on thigh meat was mostly steady with fresh strongest. Demand light to moderate for light to adequate offerings. Trading centered on a heavy volume of open priced fresh tom breast meat with price ceilings of 225 cents April and 235 cents May, balance light to moderate. For domestic: fresh wing meat with skin 78-82, fresh scapula 97-105, Grade A non-basted breasts - 8-10 lb. 130, 12-16 lb 190 cents delivered. For export: Grade A basted 8-10 lb. breasts 104 cents shipping point.

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
<b>FRIDAY, MARCH 23, 2007</b>						
DRUMSTICKS, TOMS		W	51.25	160	51.25	160
WINGS FULL-CUT - TOMS		W	33.00	72	34.18	176
WINGS, V-TYPE, TOM	52.00		52.00	156	52.00	364
TAILS		W	29.00	120	28.38	160
MECHANICALLY SEPARATED 2/	20.00		20.00	120	19.70	172
THIGH MEAT - FROZEN		R	90.00	52	90.00	52

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
<b>EXPORT TRADING</b>				
<b>THURSDAY, MARCH 22, 2007</b>				
DRUMSTICKS, TOMS		W	51.25	160
WINGS FULL-CUT - TOMS		W	33.00	72
WINGS, V-TYPE, TOM		M	52.00	208
TAILS		W	29.00	120
MECHANICALLY SEPARATED 2/		W	19.00	52
THIGH MEAT - FROZEN	90.00		90.00	52

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
<b>EXPORT TRADING</b>				
<b>WEDNESDAY, MARCH 21, 2007</b>				
DRUMSTICKS, TOMS	50.50-51.50		51.25	160
WINGS FULL-CUT - TOMS	33.00		33.00	72
WINGS, V-TYPE, TOM		M	52.00	208
TAILS	28.00-30.00		29.00	120
MECHANICALLY SEPARATED 2/	19.00		19.00	52
THIGH MEAT - FROZEN		F	88.50	40

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
<b>EXPORT TRADING</b>				
<b>TUESDAY, MARCH 20, 2007</b>				
DRUMSTICKS, TOMS		F	51.25	80
WINGS FULL-CUT - TOMS	35.00		35.00	104
WINGS, V-TYPE, TOM		M	52.00	208
TAILS	26.50		26.50	40
MECHANICALLY SEPARATED 2/		W	21.50	40
THIGH MEAT - FROZEN		F	88.50	40

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
<b>EXPORT TRADING</b>				
<b>MONDAY, MARCH 19, 2007</b>				
DRUMSTICKS, TOMS		F	51.25	80
WINGS FULL-CUT - TOMS		R	32.50	80
WINGS, V-TYPE, TOM	52.00		52.00	208
TAILS				
MECHANICALLY SEPARATED 2/		W	21.50	40
THIGH MEAT - FROZEN		F	88.50	40

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.